## Council for Strategic and International Studies 25 May 05

LADIES AND GENTLEMEN, IT IS A PLEASURE TO BE HERE TODAY AND I'M DELIGHTED FOR THE OPPORTUNITY TO TALK ABOUT UNITED STATES SOUTHERN COMMAND AND THE SECURITY CHALLENGES WE FACE IN LATIN AMERICA AND THE CARIBBEAN.

SINCE TAKING COMMAND OF SOUTHCOM

ALMOST 7 MONTHS AGO—I HAVE VISITED

SEVENTEEN COUNTRIES IN THE REGION – SOME

MULTIPLE TIMES. MY TRAVELS THROUGH LATIN

AMERICA AND THE CARIBBEAN ARE ENABLING MY

UNDERSTANDING OF THE CULTURAL—ECONOMIC—

AND SECURITY LINKAGES OF THE AMERICAS. SOME

OF THESE CONNECTIONS ARE LONG-STANDING AND

ARE A NATURAL OUTGROWTH OF OUR

GEOGRAPHICAL PROXIMITY AND SHARED HISTORY.

BUT MANY OF THESE LINKS ARE COMPLEX AND

TRANSITIONAL – THE CONSEQUENCES OF INCREASING GLOBALIZATION.

IN 2002-- HISPANICS BECAME THE LARGEST AND FASTEST-GROWING MINORITY IN THE UNITED STATES. THE HISPANIC INFLUENCE IN THE UNITED STATES - IN SOCIETAL AND CULTURAL ASPECTS - IS PROFOUND - POSITIVE -AND GROWING. IT IS ANTICIPATED THAT BY THE YEAR 2050-- ONE QUARTER OF THE US POPULATION WILL BE OF HISPANIC DESCENT. CURRENTLY-- THE U.S. HAS THE WORLD'S 5<sup>TH</sup> LARGEST POPULATION OF SPANISH SPEAKERS. ALSO OF NOTE IS THE FACT THAT ONE IN **60 PERSONS LIVING IN THE UNITED STATES TODAY** EMIGRATED HERE FROM CENTRAL AMERICA.

MOST NORTH AMERICANS ASSUME THAT THE
MIDDLE EAST IS OUR PRIMARY SOURCE OF
IMPORTED PETROLEUM. THE FACT IS THAT LATIN
AMERICA PROVIDES MORE OF OUR IMPORTED OIL
THAN ALL THE MIDDLE EASTERN COUNTRIES

COMBINED – WITH FOURTEEN PERCENT FROM VENEZUELA AND FIVE PERCENT FROM OTHER NATIONS IN THE SOUTHCOM AREA OF RESPONSIBILITY.

ECONOMICALLY-- THE TIES BETWEEN THE U.S.

AND THE REGION ARE STRONGER THAN ONE MIGHT
THINK. THE UNITED STATES SELLS MORE TO THE 4

MERCOSUR COUNTRIES –ARGENTINA, BRAZIL,
PARAGUAY AND URUGUAY--THAN TO CHINA AND
INDIA COMBINED.

THESE COMMERCIAL TIES COULD BE
STRENGTHENED WITH THE PASSAGE OF THE
CENTRAL AMERICAN – DOMINICAN REPUBLIC FREE
TRADE AGREEMENT – CAFTA-DR. CAFTA-DR OPENS
MARKETS FOR UNITED STATES EXPORTS. IT ALSO
LOCKS IN DUTY-FREE ACCESS ALREADY GRANTED
FOR MOST CAFTA-DR GOODS SOLD IN THE US,
HELPING MAKE THE NATIONS MORE COMPETITIVE.

ADDITIONALLY -- WITH STRONGER ECONOMIES AND CLEARER RULES FOR BUSINESS -- CAFTA-DR CAN STRENGTHEN THE STRUGGLING DEMOCRACIES OF US NEIGHBORS -- REDUCING THE THREAT OF INSTABILITY - CRIME -- AND POTENTIALLY EVEN TERRORISM.

LESS POVERTY MEANS LESS CRIME, LESS
POLITICAL UPHEAVAL, LESS MIGRATION, AND A
MORE STABLE REGION.

LATIN AMERICA AND THE CARIBBEAN HAVE THE POTENTIAL TO BE PARTNERS IN A HUGE, MUTUALLY BENEFICIAL ECONOMIC RELATIONSHIP WITH THE UNITED STATES —A HEMISPHERIC ECONOMIC ENGINE THAT WOULD NOT BE ANYONE'S HANDMAIDEN. I USE THE WORD "POTENTIAL" BECAUSE OUR GREATEST TRADE OPPORTUNITIES ARE AS YET UNREALIZED.

TO A GREAT EXTENT - THESE OPPORTUNITIES ARE HELD HOSTAGE BY A LACK OF SECURITY.

TODAY'S GLOBALIZATION HAS NOT ONLY ALLOWED COMMERCE TO RAPIDLY AND EASILY **CROSS BORDERS -- BUT IT ALSO ALLOWS THREATS** TO OUR WELL-BEING AND WAY OF LIFE TO DO THE SAME. THE TRANSNATIONAL TERRORIST -- THE NARCO-TERRORIST -- THE ISLAMIC RADICAL FUNDRAISER AND RECRUITER -- THE ILLICIT TRAFFICKER -- THE MONEY LAUNDERER -- THE KIDNAPPER -- AND THE GANG MEMBER HAVE ACCESS TO AND TAKE ADVANTAGE OF AN UNPRECEDENTED FREEDOM OF MOVEMENT AND ACTION. THIS DYNAMIC HAS LED TO THE **EMERGENCE OF LATIN AMERICA AND THE** CARIBBEAN AS THE WORLD LEADER IN A CATEGORY OF DUBIOUS DISTINCTION -- VIOLENCE. WITH A **HOMICIDE RATE OF NEARLY 28 PER 100.000 PEOPLE--**LATIN AMERICA HAS ECLIPSED AFRICA AND THE MIDDLE EAST AS THE WORLD'S MOST DANGEROUS REGION-- AND CONTINUES TO EXPERIENCE THE

HIGHEST KIDNAPPING RATE ON THE PLANET. IN THE PAST DECADE, HOMICIDE RATES HAVE RISEN BY 380% IN PERU, 330% IN COLOMBIA AND 300% IN ARGENTINA.

TODAY'S LATIN AMERICA FACES A WIDE ARRAY
OF THREATS THAT ARE EXTREMELY DIFFICULT TO
TACKLE.

FIRST AND FOREMOST AMONG THESE THREATS IS
TRANSNATIONAL TERRORISM. ALTHOUGH WE DON'T
CURRENTLY SEE ACTIVE ISLAMIC RADICAL
TERRORIST CELLS IN THE REGION -- WE HAVE
DETECTED A NUMBER OF ISLAMIC RADICAL GROUP
FACILITATORS WHO PARTICIPATE IN LOGISTICAL
AND FUNDRAISING SUPPORT ACTIVITIES -- SUCH AS
MONEY LAUNDERING -- DOCUMENT FORGERY -- AND
ILLICIT TRAFFICKING.

WE NEED TO UNDERSTAND THE NATURE
AND COMPLEXITY OF THIS THREAT. WE NEED TO

ACKNOWLEDGE THAT CONVENTIONAL MILITARY POWER IS INSUFFICIENT TO COMBAT IT.

A CLOSE RELATIVE OF TRANSNATIONAL TERRORISM IS NARCO-TERRORISM. I'LL BE AMONG THE FIRST TO ADMIT THAT NOT ALL NARCO-TRAFFICKERS ARE TERRORISTS -- AND NOT ALL TERRORISTS ARE NARCO-TRAFFICKERS -- BUT WE ARE SEEING MORE INSTANCES OF THE TWO ACTIVITIES BEING CLOSELY LINKED. LET ME TELL YOU WHY THAT'S IMPORTANT: THESE NARCO-TERRORIST GROUPS NO LONGER SOLELY RELY ON POPULAR LEGITIMACY AS A SOURCE OF POWER--BUT ARE INSTEAD BECOMING AUTONOMOUS --FUELED BY AN ENORMOUS SUPPLY OF DRUG MONEY.

WITH THIS MONEY THE NARCO-TERRORISTS CAN
BUY POPULAR SUPPORT. THEY CAN BUY OFF
GOVERNMENT OFFICIALS -- AND IF SOLDIERS -POLICE -- AND JUDGES ARE NOT COOPERATIVE --

THE NARCO-TERRORISTS HAVE THE WHEREWITHAL TO PURCHASE THE FIREPOWER TO OUTGUN THEM.

GANGS HAVE BEEN ABLE TO SHUT DOWN HUGE SECTIONS OF LARGE CITIES AT WILL. IN BRAZIL --THE GANGS HAVE BECOME SUCH A PROBLEM THAT THE BRAZILIAN MILITARY HAS BEEN CALLED UPON TO ASSIST IN CONTROLLING THE MOST VIOLENT FAVELAS IN SAO PAULO AND RIO DE JANEIRO. THIS GANG PROBLEM HAS HIT CENTRAL AMERICA ESPECIALLY HARD – WITH ESTIMATES RANGING FROM 70,000 TO OVER 200,000 GANG MEMBERS. REPORTEDLY -- THEIR PRIMARY SOURCE OF INCOME IS ILLICIT DRUG TRAFFICKING. ALTHOUGH THESE GANGS HAVE DEMONSTRATED AN UNPRECEDENTED LEVEL OF BRUTALITY -- THEY ARE ANYTHING BUT SIMPLE. THESE GANGS ARE HIGHLY COMPLEX ORGANIZATIONS. THEY USE BROADBAND AND **WIRELESS TECHNOLOGY -- EMPLOY THROW-AWAY** CELL PHONES TO COMMIT SENSELESS CRIMES -- AND PURPOSELY USE FLEDGING MEMBERS WITH NO
CRIMINAL RECORDS TO COMMIT MURDERS. THEY
OFTEN TRAVEL AMONG CENTRAL AMERICAN
NATIONS AND THE U.S., WITH EASE - AND WHEN THEY
FEEL PRESSURE IN ONE LOCATION OR ANOTHER-THEY CONTINUE TO MOVE TO SAFER LOCATIONS.

THE PROBLEM OF KIDNAPPING IN THE REGION
HAS GROWN INTO AN ENORMOUS SECURITY
CHALLENGE. ALTHOUGH LATIN AMERICA ACCOUNTS
FOR ONLY 10% OF THE WORLD'S POPULATION-- 75%
OF THE WORLD'S KIDNAPPINGS OCCUR IN LATIN
AMERICA. AMONG THE TEN COUNTRIES WITH THE
WORLD'S HIGHEST RATES OF KIDNAPPINGS-- FIVE
ARE LATIN AMERICAN COUNTRIES. COLOMBIA IS BY
FAR THE WORLD LEADER WITH 1,500 PEOPLE
ABDUCTED LAST YEAR.

NATURAL DISASTERS ARE ANOTHER THREAT.

THEY CAN KILL THOUSANDS--OR AT TIMES -
TRIGGER MASS MIGRATION--OFTEN RESULTING IN

INCREDIBLE SUFFERING AND TRAGEDY. MASS
MIGRATION ALSO PLACES UNACCEPTABLE
STRESSES ON COUNTRIES ILL PREPARED TO
SUPPORT THE BASIC NEEDS OF SUCH AN
UNANTICIPATED AND UNREGULATED FLOW OF
REFUGEES. THE COST TO REBUILD AFTER A
NATURAL DISASTER IS HIGH— THE PROVISIONING OF
FUNDS IS SLOW-- AND INTERNATIONAL SUPPORT
OFTEN SUFFERS FROM A SHORT ATTENTION SPAN.

NOW – THE FACT IS -- THESE THREATS DO NOT

EXIST IN A VACUUM – THEY HAVE DEVELOPED OVER

DECADES AND ARE FIRMLY ROOTED IN THE RELATED

CONDITIONS OF POVERTY-- INEQUALITY-- AND

CORRUPTION.

IN SPITE OF THE FREE MARKET ECONOMIC
REFORMS AND THE GROWTH OF DEMOCRACY IN THE
REGION IN THE 1990'S, POVERTY IN LATIN AMERICA
HAS GROWN BOTH IN ABSOLUTE NUMBERS AND AS A

PERCENTAGE OF THE OVERALL POPULATION.

TODAY OVER FORTY-FOUR PERCENT OF THE PEOPLE

OF LATIN AMERICA AND THE CARIBBEAN ARE MIRED

IN THE HOPELESSNESS AND SQUALOR OF POVERTY,

THIS LACK OF PROGRESS STANDS IN STARK

CONTRAST TO THE IMPROVEMENT THE REST OF THE

WORLD HAS MADE IN REDUCING EXTREME POVERTY.

BETWEEN 1990 AND 2001 THE DEVELOPING WORLD

REDUCED EXTREME POVERTY FROM 28 PERCENT TO

21 PERCENT.

UNEQUAL DISTRIBUTION OF WEALTH

EXACERBATES THE POVERTY PROBLEM. THE

RICHEST ONE TENTH OF THE POPULATION OF LATIN

AMERICA AND THE CARIBBEAN EARN 48% OF THE

TOTAL INCOME -- WHILE THE POOREST TENTH EARN

ONLY 1.6%. BY COMPARISON -- THE COUNTRY THAT

HAS THE LEAST ECONOMIC DISPARITY OF ALL LATIN

AMERICAN AND CARIBBEAN COUNTRIES -- IS STILL

WORSE THAN THE MOST UNEQUAL COUNTRY IN ALL OF EASTERN EUROPE.

AN HISTORICAL CLIMATE OF CORRUPTION IS
WIDELY PREVALENT THROUGHOUT THE REGION. IT
IS A CANCER FEEDING ON ECONOMIC SYSTEMS -DESTROYING INSTITUTIONS AND RUINING PEOPLE'S
FAITH IN THEIR GOVERNMENT. A 2002 STUDY BY THE
RESPECTED GETULIO VARGAS FOUNDATION AND
TRANSPARENCY INTERNATIONAL CONCLUDED THAT
A 10% REDUCTION IN CORRUPTION WOULD ENABLE
BRAZIL TO NEARLY DOUBLE THE PER CAPITA GDP BY
2020.

THE 2004 TRANSPARENCY INTERNATIONAL

CORRUPTION PERCEPTION INDEX REVEALS THAT IN

SPITE OF HIGH MARKS FOR CHILE AND URUGUAY,

THE AVERAGE SCORE FOR LATIN AMERICAN

COUNTRIES WAS 3.4 OUT OF TEN WITH 10 BEING THE

LEAST CORRUPT AND 0 THE MOST CORRUPT.

IT HAS BEEN SAID THAT MONEY IS A COWARD. NOWHERE IS THIS TRUER THAN IN OUR REGION. THE **WORLD BANK ESTIMATED IN 1998 THAT LATIN** AMERICA'S PER CAPITA INCOME WOULD BE 25% HIGHER IF IT HAD A CRIME RATE SIMILAR TO THAT OF THE REST OF THE WORLD. BECAUSE OF THE LACK OF SECURITY -- FOREIGN DIRECT INVESTMENT - THE LIFEBLOOD OF ECONOMIC GROWTH - IS GOING MORE TO ASIA AND THE MIDDLE EAST AND LESS TO LATIN AMERICA. WHILE LATIN AMERICA ATTRACTED MORE THAN HALF OF THE WORLD'S INVESTMENTS IN **DEVELOPING COUNTRIES IN THE 1970'S – THE** REGION NOW RECEIVES LESS THAN A QUARTER.

THE LACK OF SECURITY AND ECONOMIC

OPPORTUNITY THREATENS TO REVERSE

DEMOCRACY'S HARD-WON PROGRESS.

UNANSWERED GRIEVANCES AND UNFULFILLED

PROMISES TO THE MARGINALIZED PEOPLES OF

SOCIETY HAVE RESULTED IN DEEP-ROOTED

DISSATISFACTION WITH DEMOCRACY AS A PROCESS AND AS AN INSTITUTION.

SINCE 1999-- NINE DEMOCRATICALLY ELECTED PRESIDENTS HAVE BEEN REMOVED FROM OFFICE BEFORE THE END OF THEIR TERM. THE MOST RECENT OF THESE WAS PRESIDENT GUTIERREZ OF ECUADOR-- WHO WAS REMOVED FROM OFFICE BY THE CONGRESS ON APRIL 20TH.

IN MANY PARTS OF THE REGION-- DISTRUST AND LOSS OF FAITH IN FAILED INSTITUTIONS FUEL THE EMERGENCE OF ANTI-US -- ANTI-GLOBALIZATION -- AND ANTI-FREE TRADE ELEMENTS WHO INCITE VIOLENCE AGAINST THEIR OWN GOVERNMENTS AND THEIR OWN PEOPLE.

WITH ALL THE THREATS AND CHALLENGES I'VE MENTIONED, AT THIS POINT YOU MAY BE THINKING, "OK, GENERAL, NOW WHAT ARE YOU DOING ABOUT IT?"

SOUTHERN COMMAND RECOGNIZES THAT THE
THREATS IN LATIN AMERICA AND THE CARIBBEAN
TODAY ARE UNCONVENTIONAL. FOR THAT REASON -SOUTHCOM'S OPERATIONAL ENVIRONMENT IS NOT
CONVENTIONALLY MILITARY. MUCH OF OUR
MISSION IS ACCOMPLISHED THROUGH THE
INTERAGENCY - DIPLOMACY -- AND COOPERATIVE
EFFORTS WITH OUR PARTNER NATIONS. WE DEPLOY
PLATOONS FOR TRAINING EXERCISES WITH OUR
PARTNERS TODAY -- SO THAT WE DON'T HAVE TO
DEPLOY DIVISIONS TOMORROW.

SOME OF SOUTHCOM'S INITIATIVES ARE
STANDARD MILITARY-TO-MILITARY ENGAGEMENT -NOT UNLIKE WHAT HAS TAKEN PLACE FOR MANY
YEARS. BUT MUCH OF WHAT SOUTHCOM IS DOING
TO ACCOMPLISH ITS MISSION TODAY HAS VERY
LITTLE DOCTRINAL BASIS – AND PRECIOUS LITTLE
PRECEDENT.

IN 2002 WE FORMED A JOINT INTERAGENCY COORDINATION GROUP THAT MEETS IN MY HEADQUARTERS AND IS CHAIRED BY MY CHIEF OF STAFF. THE COORDINATION GROUP IS MADE UP OF REPRESENTATIVES FROM MANY US GOVERNMENT AGENCIES THAT DEAL WITH LATIN AMERICA AND THE CARIBBEAN. OUR AGENDAS FOR THESE MEETINGS ARE WIDE-RANGING: COUNTERTERRORISM TO PORT SECURITY TO GANGS TO COUNTERING ILLICIT TRAFFICKING OPERATIONS. WE SHARE INFORMATION -- EVALUATE COMMON CHALLENGES --AND ARRIVE AT NEW WAYS TO COOPERATE AND COMPLEMENT WHAT OTHER AGENCIES ARE DOING. THE JOINT INTERAGENCY COORDINATION GROUP IS COMPLETELY VOLUNTARY – I JUST INVITE-- I HAVE NO AUTHORITY TO ORDER ANYONE TO COME. THE COORDINATION GROUP HAS GROWN TO 50 REPRESENTATIVES THOUGH -- BECAUSE THESE AGENCIES SEE THE SYNERGISTIC BENEFIT OF

COLLABORATION AND COORDINATION. THEY CAN WORK SMARTER INSTEAD OF HARDER.

WE HELP PARTNER NATION MILITARIES TO IDENTIFY AND OPTIMIZE NEEDED CAPABILITY - - AND -- WITHIN THEIR CONSTITUTIONAL LIMITS - AND OUR STATUTORY AUTHORITY -- PROVIDE SUPPORT TO THEIR POLICE. WE ENCOURAGE THEM TO TRAIN AND **EQUIP TO ACHIEVE A CAPABILITY TO COMBAT** TODAY'S TRANSNATIONAL THREATS. THIS CAPABILITY HAS MUCH MORE TO DO WITH CHANGING MINDSETS AND ESTABLISHING COOPERATIVE RELATIONSHIPS THAN IT DOES WITH BUYING MILITARY EQUIPMENT. IT REQUIRES AN HONEST APPRAISAL OF HOW PARTNER NATION MILITARIES ORGANIZE - TRAIN - EQUIP -- AND OPERATE. IT REQUIRES AN IN-DEPTH STUDY OF THE CONSTITUTIONAL ROLES AND RESPONSIBILITIES OF THE MILITARY AND THE POLICE IN EACH COUNTRY INSTEAD OF A ONE-SIZE-FITS-ALL APPROACH. AND

IN MANY WAYS-- THE UNITED STATES MILITARY IS
SETTING THE EXAMPLE IN THIS TRANSFORMATION
BY HAVING THE VISION AND COURAGE TO
TRANSFORM OURSELVES.

ITS TIME TO REASSESS AND REVAMP OUR 20<sup>TH</sup>
CENTURY SECURITY ASSISTANCE PROCESS TO
BETTER REWARD OUR SECURITY PARTNERS AND
ENCOURAGE THEM TO COOPERATE ON A REGIONAL
BASIS.

IN COLOMBIA -- SOUTHCOM PROVIDES TRAINING- PLANNING ASSISTANCE AND LOGISTICAL SUPPORT
TO THE COLOMBIAN MILITARY IN ITS FIGHT AGAINST
NARCO-TERRORISTS. THIS SUPPORT HAS BEEN A
KEY ELEMENT OF THE COLOMBIAN GOVERNMENT'S
PROGRESS IN REDUCING HOMICIDES-- KIDNAPPINGS- AND TERRORIST ACTIVITIES – AND MAKING
ENORMOUS PROGRESS TO DEFEAT THE INSURGENTS
THEY HAVE BATTLED FOR DECADES. FOR THE FIRST

TIME IN COLOMBIA'S HISTORY, THERE IS POLICE PRESENCE IN EVERY MUNICIPALITY IN THE COUNTRY.

SOUTHCOM'S JOINT INTERAGENCY TASK FORCE
IN KEY WEST, FLORIDA-- IN CONJUNCTION WITH
MULTINATIONAL AND INTERAGENCY EFFORTS-DIRECTLY CONTRIBUTED LAST FISCAL YEAR TO THE
SEIZURE OF OVER 222 METRIC TONS OF COCAINE
WITH AN APPROXIMATE WHOLESALE VALUE OF
NEARLY FOUR BILLION DOLLARS.

THIS INTERDICTION DOES TWO THINGS: IT
KEEPS THE UNITED STATES SAFER -- AND IT DENIES
NARCO-TERRORISTS THE FUNDS THEY NEED TO
CONTINUE TO OPERATE.

AT SOUTHCOM WE ALSO SEEK A REGIONAL

APPROACH TO HEMISPHERIC SECURITY

CHALLENGES. THE BEST CURRENT EXAMPLE OF

REGIONAL SECURITY COOPERATION IS IN HAITI. THE

UNITED NATIONS STABILIZATION FORCE IN HAITI –

KNOWN AS MINUSTAH – IS LED BY BRAZIL AND

SUPPORTED BY SECURITY FORCES FROM 10 LATIN

AMERICAN COUNTRIES – OVER 3500 SOLDIERS!

CHILE'S CONTINUOUS PARTICIPATION IN HAITI GOES

BACK TO THE MULTINATIONAL INTERIM FORCE-
WHEN CHILEAN FORCES DEPLOYED WITHIN 48

HOURS OF THE PASSAGE OF UN RESOLUTION 1529.

BUT THE FACT THAT THE MAJORITY OF

MINUSTAH'S MILITARY COMPONENT IS MADE UP OF

LATIN AMERICANS TELLS ONLY HALF THE STORY. IN

SPITE OF LAST YEAR'S DEVASTATING HURRICANE

SEASON -- PEACEKEEPERS HAVE SHOWN

RESILIENCE AND RESOLVE AND PERFORMED

SUPERBLY. THEY ARE HELPING SET THE SECURITY

CONDITIONS NECESSARY TO ALLOW FOR ELECTIONS

THIS FALL.

THE PANAMA CANAL MAY WELL BE THE HIGHEST VALUE STRATEGIC TARGET IN THE HEMISPHERE – ITS EFFECTIVE AND UNINTERRUPTED OPERATION IS CRITICAL TO WORLD COMMERCE. IN YEARS PAST--

THE UNITED STATES HAS PARTICIPATED IN A
BILATERAL EXERCISE WITH THE PANAMANIANS TO
PROTECT THE CANAL. IN 2003-- THAT EXERCISE
EXPANDED TO 9 PARTICIPATING NATIONS. THIS
YEAR-- THE PANAMAX EXERCISE – AS IT IS KNOWN-WILL SEE 15 COUNTRIES WORKING TOGETHER IN A
ROBUST AIR-- GROUND-- AND MARITIME SCENARIO.

THE REGIONAL SUPPORT OF COLOMBIA'S

NEIGHBORS HAS BEEN VITAL TO THE IMPRESSIVE

PROGRESS MADE AGAINST NARCO-TERRORIST

GROUPS. TO PROTECT THEIR OWN RESOURCES-
PEOPLE-- AND SOVEREIGNTY-- BRAZIL-- ECUADOR-
PANAMÁ AND PERÚ HAVE ALL TAKEN DECISIVE

COUNTER-DRUG ACTIONS ON THEIR BORDERS.

HOWEVER -- AMONG COLOMBIA'S NEIGHBORS -VENEZUELA'S RECORD OF COOPERATION REMAINS
MIXED. THERE IS CONCERN THAT NARCO-TERRORIST
GROUPS CONSIDER THE AREAS OF THE

VENEZUELAN/COLOMBIAN BORDER A SAFE AREA TO REST-- REFIT-- AND TRANSSHIP DRUGS AND ARMS.

ORGANIZATIONS LIKE THE CENTRAL AMERICAN ARMED FORCES – KNOWN BY ITS INITIALS IN SPANISH: CFAC -- GIVE US GREAT CONFIDENCE IN THE FUTURE OF CENTRAL AMERICAN REGIONAL COOPERATION. THE GOVERNMENTS OF EL SALVADOR-- GUATEMALA-- HONDURAS-- AND **NICARAGUA ESTABLISHED CFAC IN 1997 TO** REGIONALIZE THEIR SECURITY EFFORTS. CFAC WAS QUICK TO SHOW ITS COLLECTIVE SOLIDARITY POST 9-11-- AND HAS SINCE TAKEN STEPS TO ENHANCE REGIONAL COOPERATION IN THE WAR ON TERRORISM. MOST RECENTLY CFAC HAS BEEN DEVELOPING A PLAN OF ACTION TO STRENGTHEN THEIR CAPACITY TO SUPPORT PEACEKEEPING OPERATIONS BY ESTABLISHING A REGIONAL PEACEKEEPING TRAINING CENTER.

AT SOUTHCOM-- WE CONTINUE TO ENHANCE THE RELEVANCE AND TRAINING VALUE OF OUR EXERCISES – BOTH FOR US AND FOR OUR PARTNER NATIONS. THIS SPRING -- A MULTILATERAL **EXERCISE CALLED "TRADEWINDS" INTEGRATED** POLICE—MILITARY—AND CIVILIAN ORGANIZATIONS TO PRACTICE SECURITY FOR THE WORLD CRICKET CUP IN 2007. ADDITIONALLY -- THE SILVER LINING IN THE DARK CLOUD OF UNREST AND HUMAN TRAGEDY IN HAITI IS THAT PARTNER NATIONS' PEACEKEEPING FORCES DEPLOYED TO HAITI WELL PREPARED BY YEARS OF MULTILATERAL PEACEKEEPING EXERCISES.

ALTHOUGH AS MILITARY PEOPLE -- THERE'S

LITTLE WE CAN DO TO DIRECTLY ATTACK THE

PROBLEM OF POVERTY – WE CAN HELP TO MITIGATE

ITS EFFECTS. OUR HUMANITARIAN EXERCISES –

CALLED "NEW HORIZONS" -- BUILD DOZENS OF

ROADS-- WELLS-- CLINICS-- AND SCHOOLS IN

UNDERSERVED AREAS. LAST YEAR-- MEDICAL AND VETERINARY READINESS DEPLOYMENTS TREATED OVER 290,000 PEOPLE -- AND OVER 525,000 ANIMALS IN LATIN AMERICA AND THE CARIBBEAN-- ENHANCING THE HEALTH AND QUALITY OF LIFE OF THOSE NEEDY PEOPLE.

THERE REMAINS MUCH TO BE DONE. WE
BELIEVE THAT REGIONAL-- MULTILATERAL
APPROACHES TO REGIONAL PROBLEMS MAKES
SENSE. THE SUCCESSES THAT COLOMBIA AND
BRAZIL HAVE HAD IN ESTABLISHING NATIONAL AIR
BRIDGE DENIAL PROGRAMS COULD WELL BE
EXPANDED INTO A REGIONAL AIR SOVEREIGNTY
PROGRAM. THIS IS ESPECIALLY IMPORTANT IN
CENTRAL AMERICA-- WHERE SUSPECT FLIGHTS CAN
RAPIDLY PASS THROUGH THE AIRSPACE OF AN
ENTIRE COUNTRY.

I AM CONVINCED THAT WE MUST DO BETTER IN THE AREAS OF INTEROPERABILITY AND

INFORMATION SHARING. WE MUST BE ABLE TO COMMUNICATE AND SHARE INFORMATION TODAY. WHEN A CRISIS ARISES-- IT'S TOO LATE TO START FIGURING OUT IF WE HAVE COMPATIBLE SYSTEMS AND PERMISSION TO PASS OPERATIONAL INFORMATION. THE ADAPTABILITY OF THE THREAT DEMANDS THAT WE BE JUST AS FLEXIBLE.

THE MUTUAL SECURITY OF THE AMERICAS WILL CREATE ECONOMIC OPPORTUNITIES.

ECONOMIC OPPORTUNITIES CANNOT EXIST IN AN ENVIRONMENT SO DANGEROUS THAT IT CANNOT ATTRACT FOREIGN INVESTMENT.

TOMORROW'S SECURE ENVIRONMENT WILL

BRING ABOUT MUTUALLY BENEFICIAL TRADE

OPPORTUNITIES-- ENCOURAGE FOREIGN

INVESTMENT-- REDUCE POVERTY-- AND CREATE

OPPORTUNITIES AND PROGRESS TOWARD A BETTER

FUTURE FOR THOSE WITH LITTLE HOPE TODAY.

WE CANNOT AFFORD FOR LATIN AMERICA AND
THE CARIBBEAN BECOME A BACKWATER OF
VIOLENT -- INWARD-LOOKING STATES THAT ARE CUT
OFF FROM THE WORLD AROUND THEM BY POPULIST - AUTHORITARIAN GOVERNMENTS. ENGAGEMENT
WITH LATIN AMERICA AND THE CARIBBEAN IS A
CLASSIC CASE OF "PAY-ME-NOW -- OR PAY-MELATER". WE CAN CREATE STRONG HEMISPHERIC
ECONOMIC AND SECURITY PARTNERSHIPS-- OR WE
CAN WATCH OUR HEMISPHERE'S DEMOCRATIC
INSTITUTIONS BEGIN TO DECAY AND CRUMBLE.

WE AT UNITED STATES SOUTHERN COMMAND WRESTLE WITH THESE QUESTIONS ON A DAILY BASIS.

I THANK YOU FOR THE OPPORTUNITY TO
ADDRESS YOU TODAY AND I LOOK FORWARD TO
YOUR QUESTIONS.